COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

WATER PURCHASE AGREEMENT)
BETWEEN NORTHERN KENTUCKY) CASE NO.
WATER SERVICE DISTRICT AND) 2000-237
BULLOCK PEN WATER DISTRICT)

ORDER

On April 24, 2000, Bullock Pen Water District ("Bullock Pen") filed with the Commission a water purchase agreement with the Northern Kentucky Water Service District ("NKWSD") under which NKWSD will provide water service to Bullock Pen. Under its terms, the proposed agreement will not become effective without Commission approval. Having reviewed the agreement, the Commission finds that, pursuant to KRS 278.190, further proceedings are necessary to determine its reasonableness.

IT IS THEREFORE ORDERED that this proceeding is initiated to investigate the reasonableness of the proposed agreement.

Done at Frankfort, Kentucky, this 18th day of May, 2000.

By the Commission

ATTEST:

Deputy Executive Directo